

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**HB 243 – SB 1249**

February 27, 2019

**SUMMARY OF BILL:** Requires the Tennessee Higher Education Commission (THEC) to develop and implement a quality assurance funding program that will allow institutions of higher education to earn a percentage of funds, based on Tennessee Value-Added Assessment System (TVAAS) scores, in addition to the institution's outcomes-based funding formula model recommendation, which is based on the quality of programs and student success beyond graduation.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- The proposed legislation requires TVAAS scores to be included as part of the quality assurance funding formula.
- TVAAS data is currently collected, analyzed, and taken into account for the purpose of quality assurance funding formula outcomes.
- The proposed legislation codifies THEC's current quality assurance funding program.
- Codifying in statute that TVAAS data must be included as a part of the funding formula will not result in a significant fiscal impact to THEC or state institutions of higher education.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner".

Krista Lee Carsner, Executive Director

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